

**GRAVITY DRAINAGE DISTRICT NO. 4  
OF TANGIPAHOA PARISH**

(A Component Unit of the Tangipahoa Parish Council)

Amite, Louisiana

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**GENERAL PURPOSE FINANCIAL STATEMENTS**

As of and for the Year Ended

December 31, 2010

Under provisions of state law, this report is a public document. A copy of the report has been submitted to the entity and other appropriate public officials. The report is available for public inspection at the Baton Rouge office of the Legislative Auditor and, where appropriate, at the office of the parish clerk of court.

Release Date 4/27/11

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## INDEPENDENT ACCOUNTANT'S COMPILATION REPORT

Board of Commissioners  
Gravity Drainage District No. 4  
of Tangipahoa Parish  
Tangipahoa Parish Council  
Amite, Louisiana

I have compiled the accompanying general purpose financial statements of the Gravity Drainage District No. 4 of Tangipahoa Parish, a component unit of the Tangipahoa Parish Council, as of and for the year ended December 31, 2010. I have not audited or reviewed the accompanying financial statements and, accordingly, do not express an opinion or provide any assurance about whether the financial statements are in accordance with accounting principles generally accepted in the United States of America.

Management is responsible for the preparation and fair presentation of the financial statements in accordance with accounting principles generally accepted in the United States of America and for designing, implementing, and maintaining internal control relevant to the preparation and fair presentation of the financial statements.

My responsibility is to conduct the compilation in accordance with Statements on Standards for Accounting and Review Services issued by the American Institute of Certified Public Accountants. The objective of a compilation is to assist management in presenting financial information in the form of financial statements without undertaking to obtain or provide any assurance that there are no material modifications that should be made to the financial statements.

The Gravity Drainage District No. 4 of Tangipahoa Parish has not implemented the new financial reporting model, as required by the provisions of GASB Statement No. 34, *Basic Financial Statements - and Management's Discussion and Analysis - for State and Local Governments*. GASB Statement No. 34 established new financial reporting requirements for all state and local governments. The new financial reporting model would include government-wide financial statements prepared using the economic resources measurement focus and the accrual basis of accounting, a Management's Discussion and Analysis section providing an analysis of the government's overall financial position and results of operations, and budgetary comparison schedules containing original budget, final budget, and actual information. In addition, this new GASB statement requires depreciation to be reported in the government-wide financial statements.

Management has elected to omit substantially all of the disclosures required by accounting principles generally accepted in the United States of America. If the omitted disclosures were included in the financial statements, they might influence the user's conclusions about the Gravity Drainage District No. 4 of Tangipahoa Parish's financial position, results of operations and cash flows. Accordingly, the financial statements are not designed for those who are not informed about such matters.

  
Certified Public Accountant

February 16, 2011

GRAVITY DRAINAGE DISTRICT NO. 4  
OF TANGIPAHOA PARISH  
(A Component Unit of the Tangipahoa Parish Council)  
Amite, Louisiana

Combined Balance Sheet - All Fund Types and Account Group  
December 31, 2010

	<u>Governmental Funds</u>		<u>Account Group</u>	
	<u>General Fund</u>	<u>Capital Projects Fund</u>	<u>General Fixed Assets</u>	<u>Total (Memorandum Only)</u>
<b>ASSETS</b>				
Cash and cash equivalents	\$151,759	\$163,707	\$ -	\$315,466
Investments	-	50,000	-	50,000
Receivables	159,873	38,355	-	198,228
Allowance for uncollectibles	(10,000)	(2,500)	-	(12,500)
Equipment	-	-	3,292	3,292
<b>TOTAL ASSETS</b>	<u><b>\$301,632</b></u>	<u><b>\$249,562</b></u>	<u><b>\$3,292</b></u>	<u><b>\$554,486</b></u>
<b>LIABILITIES AND FUND EQUITY</b>				
Liabilities:				
Accounts payable	\$ 3,188	\$ 2,125	\$ -	\$ 5,313
Deductions from ad valorem taxes payable	6,008	1,502	-	7,510
Total Liabilities	<u>9,196</u>	<u>3,627</u>	<u>-</u>	<u>12,823</u>
Fund Equity:				
Investment in general fixed assets	-	-	3,292	3,292
Fund balances:				
Unreserved - undesignated	292,436	245,935	-	538,371
Total Fund Equity	<u>292,436</u>	<u>245,935</u>	<u>3,292</u>	<u>541,663</u>
<b>TOTAL LIABILITIES AND FUND EQUITY</b>	<u><b>\$301,632</b></u>	<u><b>\$249,562</b></u>	<u><b>\$3,292</b></u>	<u><b>\$554,486</b></u>

See accountant's compilation report.

GRAVITY DRAINAGE DISTRICT NO. 4  
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Amite, Louisiana

GOVERNMENTAL FUNDS  
Statement of Revenues, Expenditures, and Changes in Fund Balances  
For the Year Ended December 31, 2010

	<u>General Fund</u>	<u>Capital Projects Fund</u>	<u>Total (Memorandum Only)</u>
<b>REVENUES</b>			
Ad valorem taxes	\$142,240	\$ 35,560	\$177,800
Intergovernmental:			
State revenue sharing	8,340	-	8,340
Interest earnings	<u>1,557</u>	<u>1,908</u>	<u>3,465</u>
Total Revenues	<u>152,137</u>	<u>37,468</u>	<u>189,605</u>
<b>EXPENDITURES</b>			
General government:			
Salaries and related benefits	7,772	-	7,772
Compensation paid board members	8,400	-	8,400
Professional fees	3,070	-	3,070
Official journal	786	-	786
Office expense	2,959	-	2,959
Statutory charges	6,008	1,502	7,510
Public works - drainage	<u>84,405</u>	<u>18,675</u>	<u>103,080</u>
Total Expenditures	<u>113,400</u>	<u>20,177</u>	<u>133,577</u>
<b>EXCESS OF REVENUES OVER EXPENDITURES</b>	<u>38,737</u>	<u>17,291</u>	<u>56,028</u>
<b>FUND BALANCES</b>			
Fund balance - beginning	<u>253,699</u>	<u>228,644</u>	<u>482,343</u>
Fund balance - ending	<u><u>\$292,436</u></u>	<u><u>\$245,935</u></u>	<u><u>\$538,371</u></u>

See accountant's compilation report.

GRAVITY DRAINAGE DISTRICT NO. 4  
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Amite, Louisiana

GOVERNMENTAL FUND - GENERAL FUND  
Statement of Revenues, Expenditures, and Changes in Fund Balance  
Budget (GAAP Basis) and Actual  
For the Year Ended December 31, 2010

	Original Budget	Final Budget	Actual	Variance Favorable (Unfavorable)
<b>REVENUES</b>				
Ad valorem taxes	\$ 120,000	\$ 120,000	\$142,240	\$ 22,240
State revenue sharing	6,500	6,500	8,340	1,840
Interest earnings	<u>1,000</u>	<u>1,000</u>	<u>1,557</u>	<u>557</u>
Total Revenues	<u>127,500</u>	<u>127,500</u>	<u>152,137</u>	<u>24,637</u>
<b>EXPENDITURES</b>				
General government:				
Salaries and related benefits	6,650	6,650	7,772	(1,122)
Compensation paid board members	9,000	9,000	8,400	600
Professional fees	4,500	3,295	3,070	225
Official journal	1,300	1,300	786	514
Office expense	250	885	2,959	(2,074)
Other charges	750	1,320	-	1,320
Statutory charges	6,500	6,500	6,008	492
Public works - drainage	<u>198,550</u>	<u>198,550</u>	<u>84,405</u>	<u>114,145</u>
Total Expenditures	<u>227,500</u>	<u>227,500</u>	<u>113,400</u>	<u>114,100</u>
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES	(100,000)	(100,000)	38,737	138,737
<b>FUND BALANCES</b>				
Fund balance - beginning	<u>100,000</u>	<u>100,000</u>	<u>253,699</u>	<u>153,699</u>
Fund balance - ending	<u>\$ -</u>	<u>\$ -</u>	<u>\$292,436</u>	<u>\$292,436</u>

See accountant's compilation report.